



(c) for clause (g), the following clause shall be substituted, namely:—

'(g) "secretary" means the member-secretary of the Commission; and'.

**Amend-  
ment of  
section 4.** 3. In sub-section (2) of section 4 of the principal Act, for the word "five", the word "seven" shall be substituted.

**Substi-  
tution of  
new sec-  
tions for  
sections  
5 and 6.** 4. For sections 5 and 6 of the principal Act, the following sections shall be substituted, namely:—

"5. The Central Government shall appoint a person to be the Chief Executive Officer of the Commission, who shall, by virtue of his office, be the member-secretary of the Commission.

6. The Central Government shall appoint a person to be the Financial Adviser to the Commission, who shall, by virtue of his office, be a member of the Commission".

**Amend-  
ment of  
section 13.** 5. In section 13 of the principal Act, for the words "the secretary and the other members and of the Financial Adviser to the Commission", the words "the Chief Executive Officer, the Financial Adviser to the Commission and the other members" shall be substituted.

6. In sub-section (2) of section 14 of the principal Act, the proviso shall be omitted.

7. In section 26 of the principal Act,—

(a) in sub-section (2),—

(i) in clause (a), for the words "the secretary and the other members and of the Financial Adviser to the Commission", the words "the Chief Executive Officer, the Financial Adviser to the Commission and the other members" shall be substituted;

(ii) in clause (d), for the words "the secretary and", the words "the Chief Executive Officer and member-secretary and by" shall be substituted;

(b) in sub-section (3), for the words "or in two successive sessions, and, if, before the expiry of the session in which it is so laid or the session immediately following", the words "or in two or more successive sessions, and if, before the expiry of the session immediately following the session or the successive sessions aforesaid" shall be substituted.

8. In sub-section (2) of section 27 of the principal Act,—

(a) in clause (a), for the words "the secretary", the words "the Chief Executive Officer" shall be substituted;

(b) in clause (c), for the words "the secretary", the words "the Chief Executive Officer and member-secretary" shall be substituted.

### STATEMENT OF OBJECTS AND REASONS

The Khadi and Village Industries Commission is a statutory body established under the Khadi and Village Industries Commission Act, 1956 (61 of 1956).

2. The Commission has recommended that in the context of the need to cater to the fast varying tastes and trends in the consumer market, a stage has come when induction of man-made fibres in khadi besides the natural fibres has become necessary. It is proposed to accept this recommendation of the Commission and suitably amend the definition of the expression "khadi", as contained in the Act, to include man-made fibres.

3. After watching the working of the Commission over the years and in pursuance of the recommendations of the Public Accounts Committee, it is felt that for achieving tangible improvement in the working of the Commission, it would be necessary to appoint a Finance Member as well as a Member in-charge of Administration on the Commission and thus raising the existing maximum limit of members of the Commission from five to seven. It is, therefore, proposed to provide for the appointment of the Financial Adviser and the Chief Executive Officer of the Commission, as a member and member-secretary of the Commission respectively.

4. The sphere of operations of the Commission has considerably increased with more and more emphasis on development of rural sector of the economy and there being scope for further expansion, it is proposed to invest the Commission with powers to appoint persons with higher salary. It is accordingly proposed to make suitable changes in the Act.

5. The Bill seeks to achieve the aforesaid objects.

NEW DELHI;

*The 13th March, 1978.*

GEORGE FERNANDES

### MEMORANDUM REGARDING DELEGATED LEGISLATION

Clause 7 of the Bill seeks to amend section 26 of the Khadi and Village Industries Commission Act, 1956, to empower the Central Government to make rules to provide among other things, for the term of office of, and the powers and duties to be exercised and performed by, the Chief Executive Officer and the Financial Adviser of the Commission, who are proposed to be made members of the Khadi and Village Industries Commission.

2. Clause 8 of the Bill proposes to amend section 27 of the Act to empower the said Commission to make regulations to provide for the delegation of its powers and duties to the Chief Executive Officer of the Commission.

3. As the matters in respect of which rules and regulations may be made pertain to matters of detail and procedure, the delegation of legislative power is normal in character.

AVTAR SINGH RIKHY,

*Secretary.*